

Message Text

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ACTION SMI-01

INFO OCT-01 NEA-10 ISO-00 ABF-01 FS-01 OES-09 /023 W

-----020182 141337Z /41

P 141328Z JUL 78

FM AMEMBASSY CAIRO

TO SECSTATE WASHDC PRIORITY 1474

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PASS SMI

E.O.11652:N/A

TAGS:OSCI, SCUL, EG, TGEN

SUBJ: SMI/SFCP - PHILAE GRANT - FC7O57866OO

REF: A) WALKER/WINGFIELD LETTER 7/5/78

- B) WINGFIELD/WALKER CABLE 7/78

1. ARCE ACTING DIR. DR. ALLEN CALLED ON SCIATT JULY 11 TO DISCUSS SITUATION RE FOURTH INCREMENT PAYMENT OF \$1MILLION TO EGYPTIAN ANTIQUITIES ORG. (EAO). DR. ALLEN SAID THAT EAO WAS CONCERNED ABOUT WITHHOLDING OF PAYMENT, AND PUTTING HIM UNDER SOME PRESSURE, EAO OFFICIAL REPORT- EDLY SAID THAT SMI QUESTIONING ANNUAL REPORTS ALREADY MADE WAS TANT AMOUNT TO QUESTIONING THE INTEGRITY OF RESPONSIBLE GOE OFFICIALS. DR. ALLEN WAS ALSO UNSURE OF WHETHER THRUST OF REF B WAS THAT FOURTH INCREMENT COULD NOT BE PAID UNTIL THIRD INCREMENT EXPENDITURES WERE ACCOUNTED FOR OR WHETHER THERE WERE DISCREPANCIES TO BE EXPLAINED IN ACCOUNTING ALREADY SUBLITTED OR BOTH. ALLEN SAID HE HAD THOUGHT GRANT WAS A STRAIGHT DONATION TO GOE AND EXPENDITURES NEED NOT BE ACCOUNTED FOR AT ALL (PAUL WALKER MAY HAVE SIMILAR VIEW JUDGING FROM REF A).

2. ALLEN WAS ADVISED THAT ALTHOUGH REF B IS UNCLEAR ON

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THE POINTS RAISED, IT IS NORMAL IN MOST PL-480 GRANTS TO REQUIRE SUBMISSION OF A FINANCIAL STATEMENT BEFORE SUCCEEDING INCREMENTS COULD BE PAID. ALSO, ALTHOUGH PHILAE GRANT WAS POSSIBLY INTENDED AS RELATIVELY "UNCONDITIONAL" EXCEPT FOR BASIC PURPOSE, IT WAS, AS ORIGINAL GRANT LETTER INDICATED, SUBJECT TO NORMAL LEGAL AND ADMINISTRA- TIVE REQUIREMENTS. UNDER THESE CIRCUMSTANCES IT WOULD NOT

SEEM THAT ARCE WAS ITSELF DIRECTLY ACCOUNTABLE, BUT EAO
PROBABLY WAS.

3. REQUEST SMI CLARIFY POINTS RAISED BY ALLEN AND WALKER
PARTICULARLY WHETHER PROBLEM IS MECHANICAL ONE OF
SUBMITTING REQUIRED ACCOUNTING OR WHETHER SUBSTANTIVE
DISCREPANCY IS INVOLVED. ARCE WILL IN ANY CASE
HOLD FOURTH INCREMENT CHECK UNTIL ADVISED TO RELEASE
IT; HOWEVER, MORE INFORMATION WOULD BE USEFUL FOR ITS
PURPOSES AND IN REPLYING TO EAO QUESTIONS. ADVISE. EILTS

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Message Attributes

Automatic Decaptoning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: GRANTS, DEBT REPAYMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 14 jul 1978
Decapton Date: 01 jan 1960
Decapton Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978CAIRO17042
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
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Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780289-0167
Format: TEL
From: CAIRO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780760/aaaabysz.tel
Line Count: 72
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 16169e73-c288-dd11-92da-001cc4696bcc
Office: ACTION SMI
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
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Review Withdrawn Fields: n/a
SAS ID: 2010839
Secure: OPEN
Status: NATIVE
Subject: SMI/SFCP - PHILAE GRANT - FC7057866OO
TAGS: OSCI, SCUL, TGEN, EG
To: STATE
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